

Senate File 347 - Enrolled

PAG LIN

1 1 SENATE FILE 347
1 2
1 3 AN ACT
1 4 RELATING TO THE AUTHORITY OF CREDITORS AND CREDIT UNIONS IN
1 5 CONSUMER CREDIT OR CREDIT UNION TRANSACTIONS.
1 6
1 7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
1 8
1 9 Section 1. Section 533.4, Code 2007, is amended by adding
1 10 the following new subsections:
1 11 NEW SUBSECTION. 29. Sell, to persons in the field of
1 12 membership, negotiable checks, including traveler's checks;
1 13 money orders; and other similar money transfer instruments
1 14 including international and domestic electronic fund
1 15 transfers.
1 16 NEW SUBSECTION. 30. Cash checks and money orders, and
1 17 receive international and domestic electronic fund transfers,
1 18 for persons in the field of membership.
1 19 Sec. 2. Section 537.2501, subsection 1, Code 2007, is
1 20 amended by adding the following new paragraph:
1 21 NEW PARAGRAPH. j. For a consumer loan where the amount
1 22 financed does not exceed three thousand dollars and the term
1 23 of the loan does not exceed twelve months, a bank, savings
1 24 bank, savings and loan association, or credit union
1 25 incorporated pursuant to state or federal law may charge an
1 26 additional application fee not to exceed the lesser of ten
1 27 percent of the amount financed or thirty dollars. If the loan
1 28 is not approved, the application fee shall not exceed the
1 29 lesser of ten percent of the amount applied for by the
1 30 applicant or thirty dollars. The fee permitted pursuant to
1 31 this paragraph shall not be charged in connection with a loan
1 32 used for the purchase of a motor vehicle, or for a loan where
1 33 the borrower's dwelling is used as security.
1 34 Sec. 3. IMPLEMENTATION OF LAW. The provisions of this Act
1 35 amending section 533.4 shall be deemed to amend section
2 1 533.301, relating to powers of credit unions, if enacted in
2 2 2007 Iowa Acts, Senate File 557, or successor legislation, and
2 3 the Code editor shall harmonize the provisions as necessary.
2 4
2 5
2 6
2 7 _____
2 8 JOHN P. KIBBIE
2 9 President of the Senate
2 10
2 11
2 12 _____
2 13 PATRICK J. MURPHY
2 14 Speaker of the House
2 15 I hereby certify that this bill originated in the Senate and
2 16 is known as Senate File 347, Eighty-second General Assembly.
2 17
2 18
2 19
2 20 _____
2 21 MICHAEL E. MARSHALL
2 22 Secretary of the Senate
2 23 Approved _____, 2007
2 24
2 25
2 26 _____
2 27 CHESTER J. CULVER
Governor